

**FISCAL NOTE**  
**SB 35 - HB 52**  
**FIRST EXTRAORDINARY SESSION**

April 9, 1999

**SUMMARY OF BILL:** Provides that real and tangible personal property owned by a nonprofit entity recognized as tax exempt by the Internal Revenue Service and engaged in economic development shall be eligible for property tax exemption to the extent the property is used to provide small business counseling and/or shared office and information systems infrastructure for small business development. Provides that tangible personal property owned by a nonprofit charitable organization shall be eligible for property tax exemption to the extent it is used to provide counseling and informational and technical assistance to other charitable organizations in applying for grants. Specifies that applications for such exemptions must be filed with the State Board of Equalization and provides that a pending application may be deemed an appeal for the purposes of deferring accrual of penalty and interest otherwise due on delinquent property taxes.

**ESTIMATED FISCAL IMPACT:**

**Decrease Local Govt. Revenues - Exceeds \$100,000**

Estimate assumes:

- organizations in at least 20 counties participating.
- property eligible for exemption valued at over \$10,000,000.
- property assessed at 40%.
- an average combined (city and county) tax rate of \$4.50 per \$100 of assessed value.

**CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director